Legislative Fiscal Office

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Joint Committee on Ways and Means

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To: Transportation and Economic Development Subcommittee

From: Matt Stayner, Legislative Fiscal Office

Date: February 13, 2023

Subject: HB 2058 - LFO Recommendation

The measure requires Oregon Business Development Department (OBDD) to administer a repayable award program for certain agricultural employers required to pay overtime wages under HB 4002 (2022). The employers must expect to have less than \$3 million in annual gross income, be eligible for the tax credit for agricultural overtime pay allowed under section 8, chapter 115, Oregon Laws 2022, and expect to pay overtime wages during the year to qualify for an award. Individual awards are limited to a maximum of \$40,000 for each eligible employer. Approved applicants must repay the award within two years unless the applicant does not apply for, or is ineligible for, the tax credit, in which case, the award must be repaid within 60 days. Applicants that fail to repay the award will be found in default and the case will be assigned to the Department of Revenue (DOR) for collection of debt.

The Legislative Fiscal Office recommends that HB 2058 be moved to the Ways and Means Full Committee

Final Subcommittee Action

MOTION: I move HB 2058 to the Full Committee with a do pass recommendation. (VOTE)

<u>Carriers</u>
Full Committee: ______

Senate Floor: